

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re Lexington Precision Corporation and Lexington Rubber Group, Inc
Debtor

Case No. 08-11153 & 08-11156
Reporting Period: April 2009

Federal Tax I.D. # 22-1830121 & 13-3525759

CORPORATE MONTHLY OPERATING REPORT – April 2009

File with the Court and submit a copy to the United States Trustee within 20 days after the end of the month and submit a copy of the report to any official committee appointed in the case.

(Reports for Rochester and Buffalo Divisions of Western District of New York are due 15 days after the end of the month, as are the reports for Southern District of New York.)

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	Waived**
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (CONT)	No	Waived**
Copies of bank statements		No	Waived**
Cash disbursements journals		No	Waived**
Statement of Operations	MOR 2	Yes	Consolidated Statement of Operations
Reorganization items paid	MOR-2 (Cont.)	Yes	No explanation necessary.
Balance Sheet	MOR-3	Yes	Consolidated Statement of Operations
Status of Post-petition Taxes	MOR-4	Yes	No explanation necessary.
Copies of IRS Form 6123 or payment receipt		No	Waived**
Copies of tax returns filed during reporting period		No	Waived**
Summary of Unpaid Post-petition Debts	MOR-4	Yes	No explanation necessary.
Listing of Aged Accounts Payable		No	All post-petition accounts payable are current.
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Taxes Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Payments to Insiders and Professional	MOR-6	Yes	No explanation necessary.
Post Petition Status of Secured Notes	MOR-6	Yes	No explanation necessary.
Debtor Questionnaire	MOR-7	Yes	No explanation necessary.

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Authorized Individual*

Date May 29, 2009

Printed Name of Authorized Individual Dennis J. Welfouse

Date May 29, 2009

Senior vice President and CFO

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

** Inclusion of this and certain other information has been waived per discussions with Official Creditors' Committee and the Office of the United States Trustee.

In re Lexington Precision Corporation
Debtor

Case No. 08-11153
Reporting Period: April 2009

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

BANK ACCOUNTS				
ACCOUNT NUMBER (LAST 4)	OPER	PAYROLL	TAX	OTHER
CASH BEGINNING OF MONTH				
RECEIPTS				
ACCOUNTS RECEIVABLE				860,191.04
DIP LOANS				-
OTHER: Premier Tool and Die				-
OTHER: Miscellaneous Receipts				58,041.49
TOTAL RECEIPTS				918,232.53
DISBURSEMENTS				
NET PAYROLL				
PAYROLL TAXES				
SALES, USE, & OTHER TAXES				
INVENTORY PURCHASES				
SECURED/RENTAL/LEASES				
INSURANCE				
ADMINISTRATIVE				
SELLING				
OTHER (ATTACH LIST)				
OWNER DRAW *				
TRANSFERS (TO DIP ACCTS)				
PROFESSIONAL FEES				
U.S. TRUSTEE QUARTERLY FEES				
COURT COSTS				
TOTAL DISBURSEMENTS				2,484,642.65
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)				
CASH - END OF MONTH				

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

TOTAL DISBURSEMENTS	\$2,484,642.65
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	\$0.00
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$0.00
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	\$2,484,642.65

In re Lexington Rubber Group, Inc.

Debtor

Case No. 08-11156

Reporting Period: April 2009

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

ACCOUNT NUMBER (LAST 4)	BANK ACCOUNTS				CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	OPER	PAYROLL	TAX	OTHER	
CASH BEGINNING OF MONTH					
RECEIPTS					
ACCOUNTS RECEIVABLE					4,514,401.69
DIP LOANS					-
OTHER: Cobra					-
OTHER: Miscellaneous Receipts					100,430.39
TOTAL RECEIPTS					4,614,832.08
DISBURSEMENTS					
NET PAYROLL					
PAYROLL TAXES					
SALES, USE, & OTHER TAXES					
INVENTORY PURCHASES					
SECURED/ RENTAL/ LEASES					
INSURANCE					
ADMINISTRATIVE					
SELLING					
OTHER (ATTACH LIST)					
OWNER DRAW *					
TRANSFERS (TO DIP ACCTS)					
PROFESSIONAL FEES					
U.S. TRUSTEE QUARTERLY FEES					
COURT COSTS					
TOTAL DISBURSEMENTS					3,652,468.72
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)					
CASH - END OF MONTH					

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

TOTAL DISBURSEMENTS	\$3,652,468.72
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	\$0.00
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$0.00
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	\$3,652,468.72

LEXINGTON PRECISION CORPORATION – CONSOLIDATED

April 2009

CONSOLIDATED STATEMENTS OF EARNINGS

MONTH

in thousands of dollars

Case no's 08-11153 & 08-11156

	MONTH	
	Actual	
Gross sales	5,315	101.3 %
Returns	57	1.1
Discounts & allowances	9	0.2
Net sales	<u>5,249</u>	<u>100.0</u>
Cost of sales:		
Material cost	1,827	34.8
Direct labor	488	9.3
Factory overhead	<u>2,531</u>	<u>48.2</u>
Total (1)	<u>4,846</u>	<u>92.3</u>
Gross profit	<u>403</u>	<u>7.7</u>
Selling, general & admin. expense:		
Marketing & sales	99	1.9
General & administrative (2)	<u>682</u>	<u>13.0</u>
Total (1)	<u>781</u>	<u>14.9</u>
Operating profit	<u>(378)</u>	<u>(7.2)</u>
Nonoperating expense (income):		
Interest expense (2)(3)	619	11.8
Interest (income)	(4)	(0.1)
Total	<u>615</u>	<u>11.7</u>
Earnings (loss) before taxes	<u>(993)</u>	<u>(18.9)</u>
Income taxes	<u>3</u>	<u>0.1</u>
Earnings (loss) from continuing operations	<u>(996)</u>	<u>(19.0)</u>
Income (loss) from discontinued operations	<u>(11)</u>	<u>(0.2)</u>
Net income (loss)	<u>(1,007)</u>	<u>(19.2) %</u>
EBITDA:		
Operating Profit	<u>(378)</u>	<u>(7.2) %</u>
Depreciation	<u>383</u>	<u>7.3</u>
Amortization (operating only)	<u>17</u>	<u>0.3</u>
EBITDA	<u>22</u>	<u>0.4 %</u>

Other Data & Statistics:

Average number of employees (#)	489	NA
Sales per employee (\$)	129	NA

(1) Cost of sales and selling, general, and administrative expenses include \$246,000 and \$18,000 respectively, incurred in connection with the Company's plan to close its Vienna, Ohio, facility and move the production to its other rubber molding facilities.

(2) Includes \$268,000 of expenses that are classified as reorganization items pursuant to SOP 90-7.

(3) Excludes interest expense of \$14,000 allocated to discontinued operations for the months of April 2009.

(4) Includes \$117,000 of interest on missed interest payments for the holders of the Company's unsecured debt and \$33,000 of interest for the holders of the Company's DIP loan during April 2009.

In re Lexington Precision Corporation - Consolidated
Debtor

Case No. 08-11153 & 08-11156
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REORGANIZATION ITEMS	
Professional Fees	
Stout Risius Ross, Inc.	61,440.77
Andrews Kurth	156,666.76
Weil, Gotshal & Manges LLP	221,060.78
W.Y. Campbell & Company	64,762.50
Nixon Peabody	
U. S. Trustee Quarterly Fees - LRG	13,000.00
U. S. Trustee Quarterly Fees - LPC	13,000.00
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - DIP Cash (see <i>continuation sheet</i>)	4,135.49
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - Operating Cash (see <i>continuation sheet</i>)	
Gain (Loss) from Sale of Equipment	
Other Reorganization Expenses (attach schedule)	
DIP Interest	34,444.45
CapitalSource Reimbursement	139,939.76
Epiq Bankruptcy Solutions, LLC	14,781.82
Intralinks, Inc.	500.00
AccuVal Associates, Inc.	
Total Reorganization Expenses	
Income Taxes	
Net Profit (Loss)	

*"Insider" is defined in 11 U.S.C. Section 101(31).

BREAKDOWN OF "OTHER" CATEGORY

OTHER COSTS

OTHER OPERATIONAL EXPENSES

OTHER INCOME

OTHER EXPENSES

OTHER REORGANIZATION EXPENSES

Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:

Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for the bankruptcy proceeding, should be reported as a reorganization item.

LEXINGTON PRECISION CORPORATION – CONSOLIDATED

April 2009

CONSOLIDATED BALANCE SHEETS

in thousands of dollars

Case no's 08-11153 & 08-11156

ASSETS Actual

Current assets:

Cash	3,058
Marketable securities	59
Accounts receivable	7,582
Inventories	10,232
Prepaid expenses and other current assets	2,225
Deferred income taxes	—
Current assets of discontinued operations	32
Total current assets	<u>23,188</u>

Plant & equipment

Land	2,276
Buildings	13,406
Machinery & equipment	<u>112,765</u>
	128,447
Accumulated depreciation	<u>110,743</u>
Plant & equipment, net	<u>17,704</u>

Plant & equipment of discontinued operations, net	1,195
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Goodwill	7,623
Deferred financing expenses	—
Other assets	<u>587</u>
	<u>50,297</u>

LIABILITIES & SHAREHOLDERS' DEFICIT

Current liabilities:

Accounts payable	8,544 (1)
Accrued income taxes	16
Accrued interest expense	15,241
Accrued operating expenses	4,365 (2)
Short-term debt	18,219 (3)
Current portion of LTD	54,078
Current liabilities of discontinued operations	<u>326 (1)</u>
Total current liabilities	<u>100,789</u>

Long-term debt, net of current portion	—
Long-term portion of post-retirement obligation	245
Other long term liabilities	124
Deferred income taxes	—

Shareholders' deficit:

Common stock	1,245
Add'l paid-in-capital	13,199
Accumulated deficit	(65,150)
Accumulated other comprehensive loss	<u>(155)</u>
Total shareholders' deficit	<u>(50,861)</u>
	<u>50,297</u>

(1) As of April 30, 2009, accounts payable and current liabilities of discontinued operations include prepetition accounts payable in the amount of approximately \$5,432,000 and \$174,000 respectively. Accounts payable includes \$981,000 of billings from attorneys, investment advisors, and other fees and expenses incurred in connection with the Company's filing under chapter 11 of the Bankruptcy Code.

(2) As of April 30, 2009, accrued expenses includes \$583,000 of fees and expenses accrued in connection with the Company's filing under chapter 11.

(3) Includes revolving line of credit in the amount of \$14,219,000 and the DIP loan in the amount of \$4,000,000.

Lexington Precision Corporation - Consolidated
Case No. 08-11153 & 08-11155
Status of Post-Petition Taxes
April 2009

	4/1	4/2	4/8	4/9	4/14	4/15	4/16	4/17	4/22	4/23	4/29	4/30	Totals	
Federal														
FICA - Employee	2,354.57	14,250.47	2,500.49	12,719.44	22,211.47	2,792.54	11,867.36	3,408.69	13,755.06	23,244.46	13,965.75	123,470.30		
FICA - Employer	2,354.55	14,250.46	2,500.56	12,719.62	22,211.47	2,792.50	11,867.28	3,408.69	13,757.13	23,244.42	13,965.84	123,472.52		
Unemployment	187.27		265.00	209.71	471.95	39.26	159.50	157.89	282.36	272.76	230.95	303.73		
Income	2,568.19	11,438.46	3,723.81	5,987.74	38,755.27	3,341.83	8,115.12	3,521.92	10,365.23	31,135.61	10,073.86	132,022.04		
Other:														
Total Federal Taxes	7,641.58	40,594.39	9,734.57	34,989.75	83,217.47	9,088.47	32,181.73	-	10,537.19	38,154.78	77,897.25	38,236.41	382,003.59	
State and Local														
GA - Georgia														
Withholding	2,920.73	-	2,239.42	2,614.53	-	2,108.44	-	-	2,802.28	2,752.56	2,821.49	18,250.47		
Unemployment	3,689.77	-	2,903.67	15.00	-	2,538.84	-	-	2,603.09	2,603.09	2,560.87	14,273.24		
Real Property	-	-	-	-	-	-	-	-	-	-	-	-		
Other:	-	-	-	-	-	-	-	-	-	-	-	-		
NY - New York														
Withholding	1,365.40	-	1,043.85	1,978.16	-	1,231.96	-	-	1,133.31	1,627.33	1,167.92	9,637.93		
Unemployment	2,420.41	-	1,065.54	347.77	-	1,395.19	-	-	1,275.79	230.38	1,167.22	8,507.30		
Real Property	-	-	-	-	-	-	-	-	-	-	-	-		
Other: Diner	-	-	-	-	-	-	-	-	-	-	-	-		
OH - Ohio														
Withholding	741.61	355.27	983.24	405.89	5,976.58	903.90	320.59	3,103.18	343.65	5,191.83	351.83	16,696.57		
Unemployment	2,437.09	73.58	3,050.32	80.19	312.23	2,848.34	25.50	3,164.07	21.50	3,409.91	21.50	15,440.23		
Real Property	-	-	-	-	-	-	-	-	-	-	-	-		
Other:	-	-	-	-	-	-	-	-	-	-	-	-		
SC - South Carolina														
Withholding	71.61	-	72.33	-	-	74.56	-	-	70.88	-	67.57	-	356.95	
Unemployment	-	-	-	-	-	-	-	-	-	-	-	-		
Real Property	-	-	-	-	-	-	-	-	-	-	-	-		
Other:	-	-	-	-	-	-	-	-	-	-	-	-		
MA - Massachusetts														
Withholding	-	-	-	-	-	-	-	-	-	-	-	-		
Unemployment	-	-	-	-	-	-	-	-	-	-	-	-		
Real Property	-	-	-	-	-	-	-	-	-	-	-	-		
Other:	-	-	-	-	-	-	-	-	-	-	-	-		
Total State and Local	149.02												149.02	
Total Payroll Taxes														
Non-Payroll Taxes														
Ohio Dept. of Taxation Sales and Use Tax 1st Quarter 2009	-	-	-	-	-	-	-	-	-	-	-	-		
SC Dept. of Revenue Sales and Use Tax	-	-	-	-	-	-	-	-	-	-	-	-		
Georgia Dept. of Revenue Sales and Use Tax 1st Quarter 2009	-	-	-	-	-	-	-	-	-	-	-	-		
Total Non Payroll Taxes	818.45												818.45	
Total Taxes														
10,564.56	54,639.15	14,087.98	46,147.23	97,303.59	13,074.16	41,934.97	-	15,114.54	49,022.35	94,113.08	45,870.90	484,054.58		

Total State and Local

Total Payroll Taxes

Total Taxes

SUMMARY OF UNPAID POST-PETITION DEBTS

Attach legal listing of accounts payable.

	Number of Days Past Due		
	0-10	31-60	61-90
Accounts Payable			
Wages Payable			
Taxes Payable			
Rent/lease-building			
Rent/lease-Equipment			
Professional Fees			
Secured Debts/Adequate			
Amounts Due to Insiders			
Other:			
Total Post-petition Debts			

MOR - 4 (2)

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	8,474,228.14
Plus: Amounts billed during the period	5,160,280.66
Less: Amounts collected during the period	5,374,592.73
Less: Miscellaneous adjustments	12,069.37
Total Accounts Receivable at the end of the reporting period	8,247,846.70

Accounts Receivable Aging	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	5,009,515.94	-	-	-	5,009,515.94
31 - 60 days old	-	1,694,825.56	-	-	1,694,825.56
61 - 90 days old	-	-	604,576.17	-	604,576.17
91+ days old	-	-	-	938,929.03	938,929.03
Total Accounts Receivable	5,009,515.94	1,694,825.56	604,576.17	938,929.03	8,247,846.70
Less: Bad Debts (Amount considered uncollectible)	-	-	-	-	868,000.00
Plus: Accrual adjustment	-	-	-	-	202,000.00
Net Accounts Receivable	-	-	-	-	7,581,846.70

TAXES RECONCILIATION AND AGING

Taxes Payable	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old					
31 - 60 days old					
61 - 90 days old					
91+ days old					All taxes are current
Total Taxes Payable					
Total Accounts Payable					

In re LEXINGTON PRECISION CORPORATION
Debtor

Case No. 08-11153 & 08-11156
Reporting Period: April 2009

PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown on the Cash Receipts and Disbursements Report (MOR-1) list the amount paid to insiders (as defined in Section 101(31) (A)-(F) of the U.S. Bankruptcy Code) and to professionals. For payments to insiders, identify the type of compensation paid (e.g. Salary, Bonus, Commissions, Insurance, Housing Allowance, Travel, Car Allowance, Etc.). Attach additional sheets if necessary.

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
Lubin, Delano & Company	Quarterly Consulting Fees	175,000.00	
Lubin, Delano & Company	Quarterly Expense Reimbursement	27,500.00	
Lubin, Delano & Company	2nd Quarter Board of Directors Fee	6,000.00	
Michael Lubin	Debtor-in-Possession Interest	17,222.22	
William B. Conner	Debtor-in-Possession Interest	12,916.67	
William B. Conner	2nd Quarter Board of Directors Meetings Fee	3,000.00	
Kenneth Greenstein	2nd Quarter Board of Directors Meetings Fee	3,000.00	
Kenneth Greenstein	2nd Quarter Audit Fee	500.00	
Kenneth Greenstein	Phone Audit Meeting Fee	750.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	2nd Quarter Board of Directors Fee	3,000.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	2nd Quarter Audit Fee	500.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	Phone Audit Meeting Fee	750.00	
Elizabeth H. Ruml	2nd Quarter Audit Fee	500.00	
Elizabeth H. Ruml	2nd Quarter Board of Directors Fee	3,000.00	
Elizabeth H. Ruml	Phone Audit Meeting Fee	750.00	
Dennis J. Welhouse	04/15/09 Salary	6,716.67	
Dennis J. Welhouse	04/30/09 Salary	6,716.67	
			1,049,700.00
Lubin, Delano & Company			238,471.36
Michael Lubin			189,229.22
William B. Conner			24,850.00
Kenneth I. Greenstein			24,500.00
Phoenix Advisors, LLC (Joseph A. Pardo)			25,544.70
Elizabeth H. Ruml			174,633.42
			267,822.23

TOTAL PAYMENTS TO INSIDERS

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID*
Andrews Kurth LLP			158,686.76	1,053,583.52	145,886.78
Thompson Hine LLP (1)			17,176.04	65,664.84	
Malin, Bergquist & Company, LLP			82,837.03	283,214.65	
Stout Risius Ross, Inc.			61,440.77	487,608.30	59,032.26
Well Gotshal & Manges LLP			221,060.78	1,483,570.98	139,106.24
W.Y. Campbell & Company			64,762.50	515,353.22	80,000.00
Snell & Wilmer (2)			219.00	15,240.42	
Nixon Peabody LLP (3)			10,214.24	165,488.55	
			614,379.12		

* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

(1) Total paid to date includes \$3,669.25 paid from retainer.
(2) Total paid to date includes \$1,212.00 paid from retainer.
(3) Entire amount paid from retainer and/or credits on account at Nixon Peabody LLP.

**POST-PETITION STATUS OF SECURED NOTES
AND ADEQUATE PROTECTION PAYMENTS**

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENT DUE	AMOUNT PAID DURING MONTH	TOTAL UNPAID POST-PETITION
CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815 and Webster Business Credit Corporation 3600 Lexington Avenue, 5th Floor New York, NY 10017	208,333.33	208,333.33	5,833,333.44
CSE Mortgage LLC and DMD Special Situations units of CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815	61,111.11	61,111.11	13,044,444.48
Commercial Alloys (1) 1831 Highland Road Twinsburg, OH 44087	0.00	0.00	0.00
Great American Leasing Corporation PO Box 609 Cedar Rapids, Iowa 52406-0609	1,161.21	0.00	15,883.58

In re Lexington Precision Corporation - Consolidated

Debtor

Case No. 08-11153 & 08-11156

Reporting Period: April 2009

DEBTOR QUESTIONNAIRE

Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheets if necessary.		Yes	No
1	Have any assets been sold or transferred outside the normal course of business this reporting period?		X
2	Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		X
3	Is the Debtor delinquent in the timely filing of any post-petition tax returns?		X
4	Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?	X (To date, standard end of term (June 30, 2008) non-renewal notices.)	X
5	Is the Debtor delinquent in paying any insurance premium payment?		X
6	Have any payments been made on pre-petition liabilities this reporting period?		X
7	Are any post petition receivables (accounts, notes or loans) due from related parties?		X
8	Are any post petition payroll taxes past due?		X
9	Are any post petition State or Federal income taxes past due?		X
10	Are any post petition real estate taxes past due?		X
11	Are any other post petition taxes past due?		X
12	Have any pre-petition taxes been paid during this reporting period?		X
13	Are any amounts owed to post petition creditors delinquent?		X
14	Are any wage payments past due?		X
15	Have any post petition loans been received by the Debtor from any party?		X
16	Is the Debtor delinquent in paying any U.S. Trustee fees?		X
17	Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?		X
18	Have the owners or shareholders received any compensation outside of the normal course of business?	Yes	See footnote (1)

(1) Michael A. Lubin, Chairman of the Board, and William B. Conner, a Director of the Company, received DIP interest during April 2009 in the amounts of \$17,222.22 and \$12,916.67, respectively.